

# SPECIALTY HOSPITAL ENGAGEMENT MEETING

Tuesday, May 7, 2019  
2:00 PM – 3:00 PM

**Location:** Webinar Room

**Conference Line:** 1-877-820-7831 Passcode: 294442#

**For more information contact:** Elizabeth Quaife at [elizabeth.quaife@state.co.us](mailto:elizabeth.quaife@state.co.us)



# Welcome & Introductions

- **Thank you for participating today!**
- We are counting on your participation to make these meetings successful
- We are a small group so we highly encourage logging onto the Conference Line for discussion or speaking via Webinar.

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# GROUND RULES FOR WEBINAR

- **WE WILL BE RECORDING THIS WEBINAR**
- Please speak clearly when asking a question/comment and give your name and hospital
- We are going to try to avoid muting the phone lines to encourage conversation, so please don't:
  - Put us on hold
  - Drive in your car w/window open while listening
  - Sit in a noisy location
  - Be cautious of side conversations and language (we can hear you and it is being recording)



# *Where are we?*

## State Plan Amendment (SPA)

- Submitted November 2018
- Currently working with CMS for final approval

## Medical Services Board (MSB)

- Initially reviewed December 2018 with adoption in January 2019
- Returned to MSB March 2019 for language clarification, adopted April 2019

## System Update for July 1, 2019 Launch

- System Change Request has been prioritized to be worked
- Working to have system ready as close to July 1, 2019 as possible



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# Final Per Diem Calculation

Per Diem calculated based on Fiscal Year 2017 Claims (includes 1% & 1.4% increase)

RATE PRESENTED JUNE 2018								
CLASSIFICATION	B1	B1 Rate	B2	B2 Rate	B3	B3 Rate	B4	B4 Rate
LTAC	21	\$2,176.81	35	\$2,067.97	56	\$1,964.57	>56	\$1,866.34
REHAB	6	\$1,009.50	10	\$959.03	14	\$911.07	>14	\$865.52
SPINE	28	\$2,875.38	49	\$2,731.61	77	\$2,595.03	>77	\$2,465.28

After Fiscal Year 2019-20 1% increase.

FINAL RATE TO BE POSTED								
CLASSIFICATION	B1	B1 Rate	B2	B2 Rate	B3	B3 Rate	B4	B4 Rate
LTAC	21	\$2,198.58	35	\$2,088.65	56	\$1,984.22	>56	\$1,885.01
REHAB	6	\$1,019.60	10	\$968.62	14	\$920.18	>14	\$874.18
SPINE	28	\$2,904.13	49	\$2,758.93	77	\$2,620.98	>77	\$2,489.93



# *Clarification on Implementation Dates*

All claims with a discharge date on or after July 1, 2019 will be subject to the per diem pricing.

This is in line with prior implementations of the annual budgetary increase to the rates, APR-DRG implementation (January 1, 2014) and EAPG implementation (October 31, 2016)

It is possible for the payment methodology for a client's stay to change if they are admitted before July 1st and discharged after.



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# *Clarification on Implementation Dates*

## **Example:**

Client is transferred to a LTAC/Rehab/Spine May 15, 2019. An interim claim is filed for dates of service through June 16, 2019. Client is discharged July 15, 2019. The interim would have been paid using the APR-DRG logic. The final claim which will void the interim claim will use the new Per Diem methodology.

This may result in a takeback, additional payment or neutral payout. Please utilize the APR-DRG to Per Diem calculator on our webpage, [Inpatient Hospital Per Diem Rates](#).



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# *Open Floor*

Do you have questions or clarifications needed for our  
July 1, 2019 launch?



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# ***Future Per Diem Work***

## ***Starting to work***

- Calculation of different per diem starting points
- Researching options for value based components
- Building in severity components

## ***Potential modifications for the future:***

- Continue with three (3) categories:
  - Long Term Acute Care, Rehabilitation and Spine/Brain Injury Treatment Specialty (Distinct Part Units still excluded)
- Two (2) part Per Diem
  - Base per diem
    - Covers facility costs including: monthly building expenses, basic administration costs, utility cost, equipment upkeep
  - Severity per diem
    - Utilize different levels
    - Encompasses staff required to care for client
- Quality components

# *Future Meetings*

We will have one more meeting prior to July 1<sup>st</sup> to go over any final details and questions.

We will start regular meetings again as we begin to work out details of potential modifications.

Meetings will be announced via:

- Email
- Hospital Stakeholder Engagement Meeting Webpage
- Provider Bulletin
- Preceding Hospital Stakeholder Engagement Meeting (when possible)

# *Questions and Discussion*





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